

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 7/31/2007

	As of <u>7-31-07</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 755,622,183	\$ 792,761,811
INTERNATIONAL EQUITIES	309,065,717	313,679,267
DOMESTIC FIXED INCOME	536,508,444	523,514,215
INTERNATIONAL FIXED INCOME	85,987,514	83,837,842
REAL ESTATE	113,593,014	114,219,432
ALTERNATIVE INVESTMENTS	88,350,731	85,207,940
INVESTED CASH (NOTE 1)	<u>20,322,603</u>	<u>19,621,766</u>
 TOTAL INVESTMENTS	 1,909,450,206	 1,932,842,273
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	4,154,471	4,507,629
MISCELLANEOUS RECEIVABLE	<u>2,728</u>	<u>2,247</u>
 TOTAL RECEIVABLES	 4,157,199	 4,509,876
OTHER ASSETS		
OPERATING CASH	<u>39,278</u>	<u>51,851</u>
 TOTAL ASSETS	 <u>\$ 1,913,646,683</u>	 <u>\$ 1,937,404,000</u>
LIABILITIES:		
ACCOUNTS PAYABLE	8,716	10,047
ACCRUED EXPENSES	20,456	20,042
INVESTMENT EXPENSE PAYABLE	<u>3,139,743</u>	<u>3,139,743</u>
 TOTAL LIABILITIES	 3,168,915	 3,169,832
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,934,234,168	1,634,909,225
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	1,700,000	20,410,000
NET INCREASE (DECREASE)	<u>(22,056,400)</u>	<u>319,734,943</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,910,477,768</u>	 <u>1,934,234,168</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,913,646,683</u>	 <u>\$ 1,937,404,000</u>

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State Investment Board Profit and Loss Statement For the Month Ended 7/31/2007

	Month Ended <u>7-31-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,702,580	\$ 3,702,580
SECURITIES LENDING INCOME	<u>741,444</u>	<u>741,444</u>
	4,444,024	4,444,024
 GAIN ON SALE OF INVESTMENTS	 15,390,149	 15,390,149
LOSS ON SALE OF INVESTMENTS	<u>12,676,976</u>	<u>12,676,976</u>
 NET GAINS (LOSSES) INVESTMENTS	 2,713,173	 2,713,173
 INVESTMENT EXPENSES	 896,123	 896,123
SECURITIES LENDING EXPENSES	699,583	699,583
 NET INVESTMENT INCOME	 5,561,491	 5,561,491
 NET APPREC (DEPREC) MARKET VALUE	 (27,642,948)	 (27,642,948)
MISCELLANEOUS INCOME/(EXPENSE)	<u>36,757</u>	<u>36,757</u>
 TOTAL INVESTMENT INCOME	 <u>(22,044,700)</u>	 <u>(22,044,700)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	11,700	11,700
 NET INCREASE (DECREASE)	 <u><u>\$ (22,056,400)</u></u>	 <u><u>\$ (22,056,400)</u></u>

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Notes To Financial Statements
July 31, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.